

UNIVERSITY OF SOUTH CAROLINA REVENUE BONDS

*****Amended*****

Continuing Disclosure Annual Report Filed 7/3/2012

*University of South Carolina
Office of the Chief Financial Officer
Columbia, SC 29208
Attn: Charles D. FitzSimons
803-777-7478
803-777-6612 Fax
fitzsimo@mailbox.sc.edu*

Note) The University of South Carolina Comprehensive Annual Financial Report for the Year Ended June 30, 2011 and The University of South Carolina Department of Athletics Columbia Campus Report on Financial Statements for the Year Ended June 30, 2011 are submitted as separate documents, but should be considered as components of this

Continuing Disclosure Annual Report

*****Amended*** The revisions to the original report include replacing preliminary Athletic Department financial information with final amounts and including the completed Athletic Department Financial Statements**

UNIVERSITY OF SOUTH CAROLINA REVENUE BONDS

THE FACILITIES

Student and Faculty Housing - Columbia Campus

Student Housing – Aiken Campus

Student Housing - Upstate Campus

Parking Facilities - Columbia Campus

Bookstore – Upstate Campus

Athletics Department – Columbia Campus

Debt Service Coverage Ratios – The Facilities and Athletics Department

THE UNIVERSITY

Student and Faculty Housing

Columbia Campus

Columbia Campus Housing

Historical Student and Faculty Housing Facilities Revenues: Set forth below are the historical revenues and expenditures for the student and faculty housing facilities and net increase (decrease) in fund balance for the Fiscal Years indicated.

The Columbia campus includes more than 25 housing facilities with more than 6,000 beds and 220 apartment units, including handicap accessible units.

REVENUES

	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>
Room Fees-Single	\$24,479,704	\$25,503,909	\$26,688,441	\$28,966,623	\$29,395,923
Room Fees-Family/Graduate	1,412,986	1,424,866	1,494,850	1,418,835	1,385,761
Summer School	342,849	327,551	459,028	186,039	283,036
Conferences	781,493	761,645	666,985	529,349	505,134
Laundry Operations	206,515	169,395	168,000	183,615	206,477
Other (Student Damages, Fines, App. Fees)	729,835	805,884	908,013	999,608	832,776
Interest Income Earned in All Funds	568,385	724,653	810,628	815,834	618,355
TOTAL REVENUES	\$28,521,767	\$29,717,903	\$31,195,945	\$33,099,903	\$33,227,462

EXPENDITURES

Wages/Fringe Benefits	\$ 4,930,382	\$ 5,252,914	\$ 6,382,114	\$ 7,006,821	\$7,464,927
Operating Expenditures	12,449,533	13,380,266	12,407,285	14,071,559	13,582,345
TOTAL EXPENDITURES	\$17,379,915	\$18,633,180	\$18,789,399	\$21,078,380	\$21,047,272

MANDATORY TRANSFERS IN/(OUT)

Debt Service ^(Note 1)	(\$4,813,837)	(\$4,826,258)	(\$4,991,876)	(\$6,484,946)	(\$9,654,673)
TOTAL MANDATORY TRANSFERS	(4,813,837)	(4,826,258)	(4,991,876)	(6,484,946)	(9,654,673)

TOTAL EXPENDITURES & MANDATORY TRANSFERS

	22,193,752	23,459,438	23,781,275	27,563,326	30,701,945
--	------------	------------	------------	------------	------------

**REVENUES OVER / (UNDER) EXPENDITURES
AND MANDATORY TRANSFERS**

	6,328,015	6,258,465	7,414,670	5,536,577	2,525,517
--	-----------	-----------	-----------	-----------	-----------

NON-MANDATORY TRANSFERS IN/(OUT)**TRANSFER FROM PLANT FUNDS****TRANSFER TO PLANT FUNDS****TOTAL NON-MANDATORY TRANSFERS**

	(3,372,081)	(3,467,038)	(1,590,990)	(3,619,732)	(4,884,627)
	(3,372,081)	(3,467,038)	(1,590,990)	(3,619,732)	(4,884,627)

NET INCREASE (DECREASE) IN FUND BALANCE

	2,955,934	2,791,427	5,823,680	1,916,845	(2,359,110)
--	-----------	-----------	-----------	-----------	-------------

ENDING FUND BALANCE

	\$7,292,028	\$10,083,455	\$15,907,135	\$17,823,980	\$15,464,870
--	-------------	--------------	--------------	--------------	--------------

NOTE 1: Net of interest subsidy

Columbia Campus - Student and Faculty Housing Facilities

General Description: The University offers a variety of housing facilities to students and faculty. The existing student and faculty housing facilities consist of the following:

<u>Residence Hall</u>	<u>Beds</u>	<u>Sq. Footage</u>	<u>Construction</u>	<u>Renovation/Upgrades</u>
820 Henderson	23	7,926	1976 (acquired)	1995, 2002, 2005, 2010
Bates House	531	155,213	1969	1993, 1994, 1995, 1997, 2001, 2002, 2003, 2007, 2011
Bates West	387	123,966	1974	1991, 1995, 1998, 1999, 2000, 2006, 2007
Capstone	564	190,000	1967	1993, 1996, 1998, 2001, 2002, 2004, 2007, 2009
Columbia Hall	476	129,115	1971	1993, 1994, 1996, 1997, 1999, 2004, 2005, 2007
DeSaussure	48	18,005	1809	1993, 1995, 1996, 1997, 2001, 2004, 2007, 2010
East Quad	443	141,208	1999	Opened 1999-2000 New Construction, 2007, 2008
Harper/Elliott	48	15,510	1848	1992, 1994, 1996, 1997, 1999, 2000, 2004, 2007 2009-0010
Honors Hall	537	191,123	2009	Opened-2009 New Construction
Maxcy	182	33,094	1937	1996, 1997, 2001, 2008
McBryde ⁽¹⁾	250	86,910	1955	1990, 1992, 1993, 1994, 1995, 1996, 1999, 2000, 2001, 2002, 2003, 2004, 2006, 2010
McClintock	148	33,200	1955	1992, 1993, 1995, 1996, 1999, 2000, 2002, 2007, 2011
Patterson Hall	605	157,000	1962	1989, 1992, 1993, 1996, 1997, 1998, 2000, 2006, 2007, 2011
Pinckney/LeGare	48	16,319	1848	1994, 1996, 1997, 1998, 1999, 2004, 2007, 2010
Preston	235	60,200	1939	1993, 1994, 1995, 1996, 2000, 2003, 2006, 2007, 2008, 2009-2010
Roost	192	54,023	1989	1996-assumed operations from Athletic Dept. 1999, 2000, 2004
Rutledge	46	16,774	1805	1994, 1995, 1997, 1999, 2004, 2007, 2009-2010
Sims	234	61,200	1939	1990, 1991, 1992, 1993, 1994, 1995, 1996, 2000, 2004, 2007
South Quad	400	143,000	1997	Opened 1997-98 New Construction, 2000, 2001, 2002, 2008
South Tower	391	92,500	1965	1991, 1992, 1996, 1998, 1999, 2001, 2003, 2005, 2007
Thornwell	60	21,967	1913	1992, 1993, 1996, 1997, 2004, 2007
Wade Hampton	161	34,500	1959	1992, 1994, 1995, 1999, 2002, 2003, 2005
West Quad	499	178,313	2004	Opened 2004-05 New Construction
Woodrow	102	34,000	1914	1993, 1996, 1997, 2000, 2007, 2008, 2011

<u>Graduate & Family Housing</u>	<u>Units</u>	<u>Sq. Footage</u>	<u>Constructed</u>	<u>Renovation/Upgrade</u>
Carolina Gardens	72	100,600	1963 (acquired)	Various, 1995, 1998, 2000, 2001, 2002, 2005
Cliff	98	105,766	1974	1993, 1994
Bates Grad Wing	40	Incl. above	1969	1994, C Wing converted back to undergraduate 2001
Various Single & Duplex Dwellings	11	12,960	Various	Various

⁽¹⁾ The University closed and demolished McBryde D and E facilities in May, 2008 as part of the Thomas Cooper Library expansion and is considering closing the remainder of the McBryde facilities.

Columbia Campus - Occupancy Rates

The following two tables provide a history of the occupancy rates of the student and faculty housing facilities:

SINGLE STUDENT RESIDENCE HALL OCCUPANCY RATES

Fall Semester	Assignable Beds	Occupied Beds	Percent of Occupancy
2011	6,552	6485	98.9%
2010	6,001	6,030	100.7%*
2009	6,610	5,959	90.2%
2008	6,069	6,069	100.0%
2007	6,212	6,051	98.0%
2006**	6,212	6,212	100.0%
2005	7,021	7,021	100.0%
2004	7,131	6,821	95.7%
2003	6,682	6,548	98.5%
2002	6,703	6,703	100.0%
2001	6,661	6,516	98.0%
2000	6,461	6,066	93.9%
1999	6,086	5,907	97.1%
1998	6,121	6,018	98.3%
1997	6,104	6,032	98.8%
1996	5,545	5,564	100.3%*
1995	5,982	5,875	98.2%
1994	6,076	5,788	95.3%
1993	6,302	5,977	94.8%
1992	6,338	6,135	96.8%

Note: Assignable beds have been reduced due to conversion of double occupancy rooms to private rooms as well as other programmatic purposes. Occupancy rates have somewhat mirrored the University's reduction in assignable beds.

*Over 100% due to students assigned to temporary spaces.

**Dramatic bed reduction due to Towers demolition

FAMILY AND GRADUATE HOUSING OCCUPANCY RATES

Fall Semester	Assignable Units	Percent of Occupancy
2011	173	94.2%
2010	171	91.0%
2009	170	92.4%
2008	167	94.2%
2007	171	96.4%
2006	171	90.0%
2005	177	100.0%
2004	177	100.0%
2003	177	100.0%
2002	177	100.0%
2001	176	99.0%
2000	276	98.9%
1999	277	99.7%
1998	277	99.8%
1997	277	99.1%
1996	277	96.4%
1995	277	98.1%
1994	277	98.0%
1993	459	96.9%
1992	318	98.4%

Note: During 1993 additional units were added in expectation of the University Terrace demolition in 1994. Percent of Occupancy is based on vacancy periods during turnover.

Student Housing

Aiken Campus

Aiken Campus Housing

The Aiken Campus student housing complex currently consists of three facilities.

Pacer Downs has 340 beds in 23 buildings and includes a support facility (office/laundry area), a swimming pool, and paved parking areas (handicap accessible units are available).

Pacer Commons has 316 beds in 79 four-person suites, with 45% of the bedrooms being private and the remainder being double.

Pacer Crossings, a 300-bed freshman facility, includes 36 eight person suites and opened in July of 2008.

	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>
REVENUES					
Room Fees - Fall	\$1,267,473	\$1,357,104	\$1,660,089	\$1,850,390	\$1,919,812
Room Fees - Spring	1,209,798	1,322,526	1,561,365	1,746,766	1,778,711
Room Fees - Summer	104,264	142,802	166,230	179,112	200,298
Other	95,742	147,718	145,091	175,816	118,733
TOTAL REVENUES	<u>2,677,277</u>	<u>2,970,150</u>	<u>3,532,775</u>	<u>3,952,084</u>	<u>4,017,554</u>
EXPENDITURES					
Salaries and Fringe Benefits	419,742	437,992	589,620	610,777	552,098
Operating Expenditures	504,997	813,567	895,057	956,130	1,029,810
TOTAL EXPENDITURES	<u>924,739</u>	<u>1,251,559</u>	<u>1,484,677</u>	<u>1,566,907</u>	<u>1,581,908</u>
MANDATORY TRANSFERS IN/(OUT)					
Debt Service	(1,427,496)	(1,406,315)	(1,702,632)	(2,253,620)	(2,480,300)
TOTAL MANDATORY TRANSFERS	<u>(1,427,496)</u>	<u>(1,406,315)</u>	<u>(1,702,632)</u>	<u>(2,253,620)</u>	<u>(2,480,300)</u>
TOTAL EXPENDITURES & MANDATORY TRANSFERS	<u>2,352,235</u>	<u>2,657,874</u>	<u>3,187,309</u>	<u>3,820,527</u>	<u>4,062,208</u>
REVENUES OVER / (UNDER) EXPENDITURES AND MANDATORY TRANSFERS	<u>325,042</u>	<u>312,276</u>	<u>345,466</u>	<u>131,557</u>	<u>(44,654)</u>
Transfer to Plant Funds	<u>33,846</u>	<u>0</u>	<u>0</u>	<u>8,300</u>	<u>191,365</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>\$291,196</u>	<u>\$312,276</u>	<u>\$345,466</u>	<u>\$123,257</u>	<u>(\$236,019)</u>
ENDING FUND BALANCE	<u>\$311,255</u>	<u>\$623,531</u>	<u>\$968,997</u>	<u>\$1,092,254</u>	<u>\$856,235</u>
Housing Rates: Per Semester (Fall/Spring) doubles	\$1,965	\$2,025	\$2,100	\$2,125	\$2,125
Housing Rates: Per Semester (Fall/Spring) singles	\$2,275	\$2,350	\$2,440	\$2,500	\$2,500
Housing Rates: Summer Session (double)	\$425	\$425	\$425	\$425	\$425

Student Housing

Upstate Campus

Upstate Campus Housing

The complex has 12 buildings and includes a support facility (management office/laundry area), a swimming pool, picnic shelter, a basketball court, a volleyball court, and paved parking areas. Handicap accessible units are

	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>
<u>REVENUES</u>					
Room Fees-Fall	\$ 539,068	\$ 566,353	\$ 582,722	\$ 1,158,588	\$ 1,186,946
Room Fees-Spring	513,294	551,348	538,973	1,002,546	1,029,511
Summer School	2,250	0	0	375	4,900
Maymester	1,650	0	0	0	0
Other	65,090	67,271	45,365	115,838	226,467
TOTAL REVENUES	\$ 1,121,351	\$ 1,184,972	\$ 1,167,060	\$ 2,277,347	\$ 2,447,824
<u>EXPENDITURES</u>					
Salaries and Fringe Benefits	\$ 360,573	\$ 428,128	\$ 477,020	\$ 677,561	\$ 641,790
Operating Expenditures	201,309	439,841	161,448	515,447	668,507
Capital Expenditures	0	32,354	0	0	0
TOTAL EXPENDITURES	\$ 561,882	\$ 900,323	\$ 638,468	\$ 1,193,008	\$ 1,310,297
MANDATORY TRANSFERS IN/(OUT)					
Debt Service	352,060	351,989	435,067	676,308	776,725
TOTAL MANDATORY TRANSFERS	\$ 352,060	\$ 351,989	\$ 435,067	\$ 676,308	\$ 776,725
TOTAL EXPENDITURES & MANDATORY TRANSFERS	913,942	1,252,312	1,073,535	1,869,316	2,087,022
NET INCREASE (DECREASE) IN FUND BALANCE	207,409	(67,340)	93,525	408,031	360,802
ENDING FUND BALANCE	\$ 483,267	\$ 415,927	\$ 509,452	\$ 917,483	\$ 1,278,285
Housing Rates: Per Semester (Fall/Spring)	\$1,650	\$1,700	\$1,750	\$1,950	\$2,150
Housing Rates: Summer Session	\$375	\$375	\$375	\$375	\$375
Housing Rates: May Session	\$275	\$275	\$275	\$275	\$275

Parking Facilities

Columbia Campus

UNIVERSITY OF SOUTH CAROLINA
STATEMENT OF PARKING OPERATIONS
Columbia Campus

	2006-07	2007-08	2008-09	2009-10	2010-11
REVENUES					
Univ. Fee Summer I and II refunds	0	(582)	0	0	0
Univ. Fee Summer I - Net of refunds	0	0	20,062	22,620	23,813
Univ. Fee Summer II - Net of refunds	0	0	12,122	12,216	11,947
Univ. Fee Fall - Net of refunds	0	264,597	252,938	256,499	378,137
Univ. Fee Spring - Net of refunds	0	230,133	241,947	244,284	361,352
Fines	836,178	771,560	931,183	744,453	891,962
Waiver of Fines	(19,814)	(42,936)	(52,198)	(22,330)	-28,178
Meter Receipts	371,296	638,656	661,946	753,719	839,089
Arena and Coliseum Parking	587,944	502,555	469,736	450,129	493,673
Space Rental	3,544,786	4,104,296	3,951,411	3,862,110	3,901,445
Interest Earned	94,746	43,132	35,887	42,911	37,135
Other Revenues	177	123	1,061	(74)	2,710
TOTAL REVENUES	5,415,313	6,511,534	6,526,095	6,366,537	6,913,085
EXPENDITURES					
Salaries and Fringe Benefits	1,232,257	1,392,912	1,781,256	1,324,309	1,511,637
Utility Charges	200,000	0	66,845	200,000	200,000
Shuttle Bus Expense - FY 06	0	0	0	0	0
Bad Debt Expense	55,144	83,488	94,321	125,603	69,421
Operating Expenditures	930,573	1,190,234	1,287,973	1,545,249	1,273,175
TOTAL EXPENDITURES	2,417,974	2,666,634	3,230,395	3,195,161	3,054,233
MANDATORY TRANSFERS IN/ (OUT)					
Debt Service (Note 1) - Refinanced 1995 Bond	(602,108)	(607,712)	(523,720)	(535,814)	(610,634)
Use of Bond Proceeds	314,353	0	0	0	0
Debt Service (Note 1) - Arena Lots and 1600 Hampton St	(400,650)	(394,650)	(484,431)	(388,945)	(310,366)
Debt Service (Note 1) - Bull Street Addition	(744,275)	(737,682)	(725,800)	(813,180)	(825,411)
TOTAL MANDATORY TRANSFERS	(1,432,680)	(1,740,044)	(1,733,951)	(1,737,939)	(1,746,411)
TOTAL EXPENDITURES & MANDATORY TRANSFERS	3,850,654	4,406,678	4,964,346	4,933,100	4,800,644
REVENUE OVER/ (UNDER) EXPENDITURES & MANDATORY TRANSFERS	1,564,659	2,104,856	1,561,749	1,433,437	2,112,441
NON-MANDATORY TRANSFERS IN/ (OUT)					
Transfers to Plant Funds for W Projects	2,322	0	(100,608)	0	(176,086)
Arena Parking	(245,000)	(245,000)	(245,000)	(245,000)	(245,000)
Transfer from Athletics for Parking	0	0	105,752	36,854	50,415
Transfer to support the Shuttle System	(458,077)	(419,846)	(489,926)	(729,064)	(946,341)
Transfer to support Transportation	0	0	0	(215,056)	(488,630)
Transfers to Appropriated Funds	(872,500)	(872,500)	(872,500)	(500,000)	0
TOTAL NON-MANDATORY TRANSFERS	(1,573,255)	(1,537,346)	(1,602,282)	(1,652,266)	(1,805,642)
NET INCREASE (DECREASE) IN FUND BALANCE	(8,596)	567,510	(40,532)	(218,829)	306,799
Parking Fund Balance					
Beginning Fund Balance	1,931,703	1,923,107	2,490,617	2,450,085	2,231,256
Change	(8,596)	567,510	(40,532)	(218,829)	306,799
Ending Fund Balance	1,923,107	2,490,617	2,450,085	2,231,256	2,538,054

Note 1 - Net of Interest Accruing to the Debt Service Fund

Parking Facilities – Columbia Campus

Existing Facilities. The parking facilities currently in operation include ten multi-level parking garages with a total of 8,458 spaces (reserved, guaranteed, and meter parking spaces) located in the garages. These garages are located in the following areas: Pendleton Street Garage (1500 block of Pendleton Street), Senate Street Garage (1600 block of Senate Street), Business Administration Garage (1700 block of Pendleton Street), Blossom Street Garage (1300 block of Blossom Street), Computer Center Garage (500 block of Sumter Street), Bull Street Garage and Annex (600 block of Bull Street), Hampton Garage (1600 Hampton Street), Horizon Garage (519 Main Street), Discovery Garage (821 Park Street), and Dodie (1320 Hayward Street – opened spring 2012). In addition, currently operated facilities include surface lots with a total of 7,233 spaces and 1,067 metered spaces. Existing spaces at the Columbia campus total 16,758 spaces. The number of daily spaces will fluctuate due to construction and other campus needs. Of the 8,458 garage spaces, 7,760 are actually dedicated for reserved and guaranteed parking.

Parking Rates. Below is a statement of current parking related charges and fines:

Parking Meters and Coin-Operated Gate Access Lots:

Meters	\$0.50 per hour
Bull Street and Discovery Garages (hourly)	\$1.00 per hour
Horizon (hourly/daily)	\$1.00 per hour, maximum \$3.00 per day

Space Rental:

Garage Rental	
Reserved or Guaranteed Spaces	\$220/\$280/\$300/\$320/\$340/semester
Surface Lot Permits	
Resident/Commuting Student	\$75.00/ year
Evening Student	\$60.00/ year
Motorcycle	\$40.00/ year
Administrative/Reserved	\$840.00/ year

Coliseum Event Parking:

\$5.00 per vehicle

Parking Fines:

Parking Meter Violation	\$ 5.00
Parked Improperly	5.00
Parking Permit Improperly/Not Displayed	5.00
Parking in No Parking Area/Grass	25.00
Parked in Loading Zone or Service Zone	15.00
No Parking Permit for Zone	15.00
Parked at Yellow Curb	25.00
Parked in Reserved Space	25.00
No Permit for Parking Garage	15.00
Failure to Register Vehicle	15.00
Blocking Sidewalk/Driveway	15.00
Parked at Fireplug/Fire Lane	50.00
Parked in or Blocking Handicap Space/Curb Cut	100.00

Occupancy Rates. The level of reservations for the primary parking facilities of the University's Columbia campus for the last three (3) Fiscal Years shown in the following table.

RESERVED PARKING PERMITS AVAILABLE⁽¹⁾

	Fiscal Year Ended June 30		
	2009	2010	2011 ⁽⁶⁾
Business Administration Garage	204	204	206
1300 Blossom Street Garage ⁽²⁾	1,050	1,050	1,052
600 Bull Street Garage ⁽³⁾	2,300	2,300	2,289
1600 Hampton Street Garage	231	231	231
Computer Center Garage	136	136	153
Pendleton Street Garage	1,036	1,036	1,045
Senate/Pickens Lot	75	75	75
Senate Street Garage ⁽⁴⁾	1,080	1,080	1,039
Horizon Garage	1,000	1,000	970
Discovery Garage ⁽⁵⁾	1,400	1,400	1,398
TOTAL	8,512	8,512	8,458

- (1) The number of permits available does not directly correspond to the number of reserved spaces due to the practice of oversubscribing, as described in footnotes (2), (3), and (4) below.
- (2) 1300 Blossom Street Garage has 912 spaces. Because spaces are not assigned individually, the University has oversubscribed the facility by issuing 1,050 permits.
- (3) 600 Bull Street Garage, formerly referred to as 1400 Blossom Street Garage, was completed in August, 1996. There are 250 hourly spaces (counted as metered spaces) and 2,078 reserved spaces. Because spaces are not assigned individually, the University has oversubscribed the facility by issuing 2,300 permits.
- (4) Senate Street garage was opened in August, 1992. Senate Street Garage has 783 spaces. Because spaces are not assigned individually, the University has oversubscribed the facility by issuing 1,080 permits.
- (5) Discovery Garage includes 350 spaces that are managed by University for the South Carolina Department of Transportation.
- (6) Several of the garages were reconfigured during 2011 resulting in changes in the number of available spaces which in turn impacted the number of available permits.

Alternative Parking Facilities. The following parking facilities on non-University parking sites are not necessarily viewed by students as viable alternatives, either due to cost or distance.

The main campus of the University is located in the downtown area of Columbia, South Carolina. The City of Columbia ("City") operates a number of parking facilities in the downtown area. The City's off-street facilities are comprised of the Arsenal Hill parking garage (located 15 blocks from the heart of the University campus), the Lady Street parking garage (located 6 blocks from the heart of the University campus), the Lincoln Street parking garage (located 8 blocks from the heart of the University campus), the Park Street parking garage (located 5 blocks from the heart of the University Campus), the Sumter Street parking garage (located 6 blocks from the heart of the University campus), the Taylor Street parking garage (located 8 blocks from the heart of the University campus), and the Washington Street parking garage (located 7 blocks from the heart of the University campus). The number of spaces and the hours of operation of each of these facilities are set forth in the following table.

[remainder of page intentionally left blank]

<u>Facility</u>	<u>No. Spaces</u>	<u>Monthly Rates</u>	<u>Hours of Supervised Operation</u>
Arsenal Hill ⁽²⁾	245	52	Unattended
Lady Street	1,006	\$78/105 ⁽¹⁾	8 am – 8 pm, M-F
Lincoln Street	650	65/80 ⁽¹⁾	Unattended
Park Street	829	65/80 ⁽¹⁾	Unattended
Sumter Street	904	78/105 ⁽¹⁾	8 am – 8 pm, M-F
Taylor Street ⁽³⁾	344	52	Unattended
Washington Street	457	78/105 ⁽¹⁾	8 am – 6:30 pm, M-F

- (1) The first number is the monthly rate for an unassigned space; the second number is the monthly rate for an assigned space. Hourly rates are \$1.00 for first and second half hours and \$1.00 per hour thereafter.
- (2) Metered spaces and monthly parking by permit only.
- (3) All spaces are unassigned. An additional 119 spaces with parking meters are available. This garage does not have supervised hours of operation due to the high number of monthly contracts in place. To enforce payment, monthly ticketholders display a parking permit; meters are periodically checked.

All of the attended off-street facilities have the same hourly rates: \$1.00 for the first half-hour, \$1.00 for the second half-hour, and \$1.00 for each hour thereafter, up to a maximum of \$10.00 per day.

The City had approximately 4,600 metered spaces as of January 2011. Generally, meter rates are on a \$1.00 per hour basis. Time limits on these meters range from 30 minutes to 10 hours, with the predominant time limit being 2 hours.

There are also a number of private off-street parking garages and lots located in the City which may, to some extent, compete with the Parking Facilities of the University. Most of these facilities serve the parking needs of the office workers and visitors within a particular building, and accordingly have few spaces available for daily parkers. Some of the more prominent garages and lots in the downtown Columbia area are set forth below:

Assembly Street (at Taylor Street): Nine blocks from the heart of the University's campus. This facility currently is leased to a private entity.

Wilbur Smith Tower: Four blocks from the heart of the University's campus. 565 total spaces, of which 167 are under monthly contract and 66 are reserved for visitors. Daily rates are \$1.25 for the first half hour and \$1.00 per each additional hour up to a maximum of \$7.00 per day; monthly rates are \$50.00 for open spaces and \$65.00 for reserved spaces. The hours of operation are 7 a.m. to 6:30 p.m., Monday through Friday.

Bank of America Plaza: Twelve blocks from the heart of the University's campus. 990 total spaces, of which 728 are under monthly contract. Daily rates are \$1.00 per hour up to a maximum of \$8.00 per day; monthly rates are \$69.59. The hours of operation are 8 a.m. to 6 p.m., Monday through Friday.

Keenan Garage: Five blocks from the heart of the University's campus. 843 spaces under monthly contract. 36 visitor spaces. A portion of the spaces are leased to the employees of the Lady Street Branch of the United States Post Office. Daily rates are \$1.00 per hour up to a maximum of \$8.00 per day; monthly rates are \$60.00. The hours of operation are 10:00 a.m. to 6 p.m., Monday through Friday.

Jefferson Square Garage: Eleven blocks from the heart of the University's campus. Approximately 500 total spaces. Monthly Rates are \$55.00/\$25.00/\$15.00. The hours of operation are 8:30 a.m. to 5:30 p.m., Monday through Friday.

Meridian Parking Garage: Seven blocks from the heart of the University's Campus. Approximately 950 total spaces. Rates are \$150/\$115/\$85/\$50 per month. Daily rates are \$1.25 per hour up to a maximum of \$10.00 per day. The hours of operation are 7 a.m. to 7 p.m., Monday through Friday.

Bookstore

Upstate Campus

Upstate Campus Bookstore

The Bookstore opened in the Bond funded facility in January of 2009. Therefore, this summary only presents operations for the periods when the bookstore operated in the Bond funded facility.

	2008-09 *	2009-10	2010-11
Revenue			
Sale of Supplies	\$ 138,795	\$ 323,723	\$ 416,874
Miscellaneous Revenue	5,831	13,373	11,237
Sale of Textbooks	1,168,506	2,604,097	2,290,957
Interest Earned	29,267	29,713	19,968
Total Revenue	1,342,399	2,970,906	2,739,036
Expenditures			
Cost of Good Sold	1,291,173	2,159,885	1,923,326
Personnel cost	89,805	275,379	286,044
Equipment for HEC	63,683	0	0
Other Expenses	87,623	113,655	164,468
Total Expenses	1,532,284	2,548,919	2,373,838
Net Income For Fiscal Year	(189,885)	421,987	365,198
Percent of Total Revenue	-14.1%	14.2%	13.3%
Transfers			
Bond Payment	63,839	313,286	313,562
Scholarships	33,318	(3,313)	1,540
University Programs ('R" Funds)	50,000	105,000	0
Total Transfers	147,157	414,973	315,102
Net Increase/(Decrease) in Fund Balance	(337,042)	7,014	50,096
Year End Fund Balance	\$1,786,637	\$1,793,651	\$1,843,747

* January through June only

Athletics Department

Columbia Campus

UNIVERSITY OF SOUTH CAROLINA - Athletics Department - Columbia Campus
STATEMENT OF REVENUES, EXPENDITURES AND TRANSFERS

	2006-07	2007-08	2008-09	2009-10	2010-11
REVENUES					
Admissions(1)	\$18,654,157	\$20,566,010	\$21,295,835	\$18,800,414	\$19,763,502
Guarantees	257,500	310,000	257,500	206,000	328,500
Student Athletic Fees	1,197,375	1,987,931	2,098,086	2,146,293	2,248,275
Gamecock Club	13,753,694	14,294,332	13,382,229	12,599,843	11,870,506
Investment Income	686,685	981,263	779,923	743,530	663,022
Endowment Income	104,079	90,773	124,984	131,633	292,280
Premium Seating	2,677,605	2,641,745	3,392,464	4,011,510	4,161,946
Southeastern Conference Share	11,081,989	11,561,209	12,455,330	18,425,859	21,345,623
Gifts(2)	221,364	220,533	7,022,025	6,691,928	6,809,081
Other(3)	6,582,516	8,064,169	10,966,271	10,651,673	11,464,846
Outside Sources-Block "C" Association	46,403	0	0	0	0
Colonial Center (Non Athletic Events)	5,327,567	5,827,988	4,342,493	5,470,510	5,061,972
Total Revenues	\$60,590,934	\$66,545,953	\$76,117,140	\$79,879,193	\$84,009,553
EXPENDITURES					
Personnel	15,934,639	16,465,146	19,322,258	19,532,341	26,714,011
Grants (Scholarships)	7,929,482	8,386,224	8,223,848	8,765,179	8,468,686
Team Travel	3,214,558	3,401,795	4,364,859	4,048,471	4,752,702
General Travel	418,027	541,769	713,578	392,249	417,060
Recruiting	745,043	878,556	849,406	920,208	859,063
Game Services	2,413,330	2,424,238	3,204,336	3,496,838	6,347,624
Other Services	1,233,124	1,357,497	1,512,674	8,793,175	5,615,635
Supplies and Uniforms	1,441,585	2,000,761	2,545,589	4,180,096	2,222,722
General administrative, supplies and services	11,601,331	15,129,044	16,551,167	6,408,515	7,974,699
Guarantees	2,104,588	1,359,042	1,736,246	1,811,278	2,571,236
Outside Sources - Block "C" Association	46,403	0	0	0	0
Colonial Center (Non Athletic Events)	4,551,893	4,701,615	3,845,952	4,621,368	4,567,118
Total Expenditures	51,634,003	56,845,687	62,869,913	62,969,718	70,510,556
EXCESS REVENUES OVER EXPENDITURES	8,956,931	9,900,266	13,247,227	16,909,475	13,498,997
TRANSFERS TO THE UNIVERSITY					
University general scholarships	250,000	560,928	880,586	1,341,319	1,646,380
University Band & Other Support	556,327	186,000	559,183	988,225	1,826,254
Debt service(4)	970,000	4,275,000	2,150,000	2,750,000	4,600,000
Capital projects	3,493,065	2,036,697	8,717,766	9,784,686	4,515,463
Other Transfers	310,422	812,125	420,364	461,082	(156,707)
Total Transfers	5,579,814	7,870,750	12,727,899	15,325,312	12,431,390
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND TRANSFERS	3,377,117	2,029,516	519,328	1,584,163	1,067,607
NET ASSETS, BEG OF YEAR - RESTATED					18,111,629
NET ASSETS, END OF YEAR	6,727,954	8,757,470	9,276,798	10,860,961	19,179,236

(1) Excludes Admissions Fees.

(2) Generally consists YES Donations and other

(3) Generally consists of radio and television rights, programs/souvenirs/concessions, royalties, space rentals, post-season events and other miscellaneous revenues.

(4) Represents discretionary transfers to the Debt Service Fund to pay a portion of principal due on the Stadium BANS and all predecessor bond anticipation notes (see "Debt Service Fund - Historical Receipts and Expenditures" under this heading and "DEBT STRUCTURE OF THE UNIVERSITY - Stadium BANS"). The 2007-08 amount includes the retirement of existing BANS.

University of South Carolina - Columbia Campus

FOOTBALL RECORDS

Set forth below is the University football team's won-loss record (including post-season bowl games) for the past ten seasons:

<u>Year</u>	<u>Record</u> <u>(wins-losses)</u>	<u>Year</u>	<u>Record</u> <u>(wins-losses)</u>
2011	11 - 2	2006	8 - 5
2010	9 - 5	2005	7 - 5
2009	7 - 6	2004	6 - 5
2008	7 - 6	2003	5 - 7
2007	6 - 6	2002	5 - 7

FUTURE FOOTBALL HOME GAMES

Set forth below are the planned number of home games for the next five seasons:

<u>Year</u>	<u>HomeGames</u>
2012	7
2013	6
2014	7
2015	7
2016	7

FOOTBALL TICKETS AND ATTENDANCE

Set forth in the following table are the ticket prices, number of season tickets purchased, total home attendance, average student attendance, and average home attendance for football games for the past ten seasons:

<u>CalendarYear</u>	<u>Home Games</u>	<u>Ticket Prices (1)</u>	<u>Season Tickets</u>	<u>Total</u> <u>Attendance (2)</u>	<u>Average Student</u> <u>Attendance (3)</u>	<u>Average Attendance Per Game</u>
2011	7	\$320/ \$25-\$65	46,233	553,915	9,665	79,131
2010	7	\$320 /\$35-\$55	44,602	536,975	8,678	76,711
2009	7	\$320/ \$35-\$60	47,851	504,989	7,693	72,141
2008	7	\$320/ \$35-\$55	59,619	532,437	8,041	76,062
2007	7	\$320/ \$35-\$60	60,208	542,143	9,051	77,449
2006	7	\$280/ \$35-\$45	62,232	544,675	9,289	77,811
2005	7	\$210/ \$25-\$40	62,274	559,071	9,078	79,867
2004	6	\$165/ \$24-\$31	60,173	482,200	9,865	80,367
2003	8	\$215/ \$24-\$37	60,437	646,752	9,257	80,844
2002	6	\$154/ \$24-\$29	62,103	492,828	9,837	82,138

Source: Athletics Department

- (1) Non-student prices. Includes Admission Fee (see "SECURITY FOR THE SERIES 2002 BONDS – Pledge of Net Revenues and Certain Fee Receipts – Admissions Fee and Special Student Fee" and "ADMISSIONS FEE" herein), State admissions taxes, a \$3.00 bond seat assessment and, for the Clemson University and Georgia games, a \$10.00 academic scholarship fee (none of which constitute Revenues of the Athletics Department). In addition, the rules of the NCAA and the SEC provide that certain complimentary tickets may be distributed. Amounts reflected are grouped by season ticket price followed by ranges in individual game prices as set for each season.
- (2) Includes students who do not pay the Admissions Fee.
- (3) A student athletic activity fee is charged to students as a part of tuition and fees. This fee, which currently is \$52.00 per semester, is allocated to the Athletics Department as revenues for allowing student access to athletic events in lieu of ticket charges.

MEN'S BASKETBALL RECORD

Set forth below is the University Men's Basketball team's won-loss record (including post-season games) for the past ten seasons:

<u>Year</u>	<u>Record</u> <u>(wins-losses)</u>	<u>Year</u>	<u>Record</u> <u>(wins-losses)</u>
2010-11	14 - 16	2005-06*	18 - 15
2009-10	15 - 16	2004-05*	20 - 13
2008-09	22 - 10	2003-04	23 - 11
2007-08	14 - 18	2002-03	12 - 16
2006-07	14 - 16	2001-02	22 - 15

* NIT Champions

MEN'S BASKETBALL TICKETS AND ATTENDANCE

Set forth in the following table are the ticket prices, number of season tickets purchased, average home attendance and total home attendance for men's basketball games for the past ten seasons:

<u>Year</u>	<u>Home Games(1)</u>	<u>Ticket Prices(2)</u>	<u>Season Tickets</u>	<u>Average</u> <u>Attendance</u> <u>Per Game(3)</u>	<u>Total Attendance</u>
2010-11	17	\$125-\$306/ \$15-\$18	7,201	9,756	165,844
2009-10	16	\$125-\$306/ \$15-\$18	8,117	11,994	191,905
2008-09	18	\$125-\$306/ \$12-\$18	7,192	12,028	216,499
2007-08	17	\$200-\$306/ \$12-\$18	7,937	6,257	106,365
2006-07	17	\$200-\$306/ \$12-\$18	8,751	6,475	110,090
2005-06	16	\$200-\$306/ \$12-\$18	9,491	9,091	145,451
2004-05	20	\$200-\$306/ \$17	9,357	9,964	199,269
2003-04	17	\$255/\$10-\$15	8,967	12,044	204,760
2002-03	17	\$239/\$10-\$15	11,497	15,016	255,272
2001-02	16	\$208/\$10-\$13	7,267	9,041	162,742

Source: Athletics Department

- (1) Includes exhibition games.
- (2) Non-student prices. Ticket charge for exhibition games is \$5.00. Season Tickets include various levels such as Lower Levels, Upper Mid, Upper Corner, Upper Endzone, and Faculty/Staff pricing. The rules of the SEC and the NCAA provide that certain complimentary tickets may be distributed.
- (3) Includes students who pay a student athletic activity fee as part of tuition and fees in lieu of ticket charges.

University of South Carolina - Columbia Campus

SOUTHEASTERN CONFERENCE DISTRIBUTIONS

The following table sets forth Southeastern Conference revenues received by the University for the respective sports for the past ten years.

<u>FiscalYear</u>	<u>Football</u>	<u>Basketball</u>	<u>Other</u>	<u>Total</u>
2010-11	\$ 13,447,256	\$ 4,984,506	\$ 1,158,681	\$ 19,590,443
2009-10	12,710,904	4,842,889	872,066	18,425,859
2008-09	7,343,308	3,341,338	1,770,684	12,455,330
2007-08	7,839,310	3,115,511	606,388	11,561,209
2006-07	7,576,070	3,042,249	463,670	11,081,989
2005-06	7,126,557	2,816,385	536,327	10,479,269
2004-05	5,817,408	2,654,221	489,503	8,961,132
2003-04	6,639,798	2,526,154	303,361	9,469,313
2002-03	6,143,569	2,322,151	311,752	8,777,472
2001-02	5,816,918	2,102,880	-	7,919,798

University of South Carolina - Columbia Campus

RECEIPTS OF ADMISSIONS FEE AND SPECIAL STUDENT FEE

The following table sets forth revenues received by the University from imposition of the Admissions Fee and the Special Student Fee for Athletic Debt Service for the past ten years.

<u>Fiscal Year</u>	<u>Admissions</u> <u>Fee</u>	<u>Student Fee</u>	<u>Total</u>
2010-11	\$ 1,754,229	\$ 1,491,191	\$ 3,245,420
2009-10	1,977,892	1,497,676	3,475,568
2008-09	2,060,479	1,391,449	3,451,928
2007-08	2,125,561	1,315,867	3,441,428
2006-07	2,185,834	1,291,238	3,477,072
2005-06	2,114,703	765,609	2,880,312
2004-05	1,997,196	735,954	2,733,150
2003-04	2,419,158	708,099	3,127,257
2002-03	2,049,531	641,656	2,691,187
2001-02	1,370,055	596,270	1,966,325

Debt Service Coverage Ratios

The Facilities
and
Athletics Department

University of South Carolina

Historical Net Revenues of the Facilities and Subsidies, and Debt Service Coverage Ratio

The following table sets forth the historical Net Revenues of the Facilities and Subsidies (excluding Athletics Department), as well as debt service coverage on the outstanding bonds for the Fiscal Years indicated.

	Fiscal Year Ended June 30				
	2007	2008	2009	2010	2011
Revenues	37,735,708	40,384,560	43,764,274	48,666,777	49,344,961
O&M Expenses	21,284,510	23,451,696	25,675,223	29,582,375	29,367,548
Net Revenues	16,451,198	16,932,864	18,089,051	19,084,402	19,977,413
Subsidies ⁽¹⁾	55,800	55,800	55,800	55,800	55,800
Total Net Revenues And Subsidies	16,506,998	16,988,664	18,144,851	19,140,202	20,033,213
Total Debt Service	8,081,873	8,380,406	8,983,165	11,521,899	15,027,471
Coverage Ratio w/Subsidies	2.04	2.03	2.02	1.66	1.33
Coverage Ratio w/o Subsidies	2.04	2.02	2.01	1.66	1.33

⁽¹⁾Subsidies received from the United States Department of Housing and Urban Development under the College Housing Programs

University of South Carolina

Historical Net Revenues of the Athletics Department, and Debt Service Coverage Ratio

The following table sets forth the historical Net Revenues of the Athletic Facilities (excluding other University Facilities and Subsidies) and the gross receipts from the imposition of an Admissions Fee and Special Student Fee, as well as debt service coverage on the outstanding bonds for the Fiscal Years indicated.

	Fiscal Year Ended June 30				
	2007	2008	2009	2010	2011
Net Revenues	\$ 8,956,931	\$ 9,900,266	\$ 13,247,227	\$ 16,909,475	\$ 13,498,997
Special Student Fee	1,291,238	1,315,867	1,391,449	1,497,605	1,491,191
Admissions Fee	2,085,553	2,024,474	2,060,479	1,803,288	1,754,229
Interest Earnings and Miscellaneous	100,281	101,087	415,464	361,903	277,430
Funds Available for Debt Service	\$ 12,434,003	\$ 13,341,694	\$ 17,114,619	\$ 20,572,271	\$ 17,021,847
Debt Service					
Principal ⁽¹⁾	\$ 2,750,000	\$ 4,915,000	\$ 835,000	\$ 2,955,000	\$ 1,920,000
Interest and Other	1,249,524	1,139,691	2,811,734	2,894,392	4,582,342
Total Debt Service	\$ 3,999,524	\$ 6,054,691	\$ 3,646,734	\$ 5,849,392	\$ 6,502,342
Coverage Ratio	3.11	2.20	4.69	3.52	2.62

⁽¹⁾ Principal payments include the servicing of the outstanding Bonds and the net annual principal reduction of outstanding bond anticipation notes. The total outstanding bond anticipation note in the amount of \$4,500,000 was retired on March 15, 2008.

THE UNIVERSITY

DESCRIPTION OF THE UNIVERSITY

History

The University is the 25th oldest institution of higher education in the nation and the first to be fully supported by any state. Founded in 1801, it opened its doors in 1805. The University is the largest teaching and research institution of higher education in South Carolina, with eight campuses enrolling more than 45,000 students. It is expanding academically and physically to meet the challenges of the times and to better perform its function of service to the citizens of the State and nation. The University has a prime influence on the economic and social growth of the State and region.

The University's central campus is located in downtown Columbia within two blocks of the State Capitol. Midway between New York and Miami on US 1 (with Interstate 20, Interstate 26, Interstate 77, and many other federal highways intersecting there), Columbia has twice been designated an "All America City" in national competition. With a population of over 500,000 in the Columbia metropolitan area, Columbia lies almost at the geographical center of the State. Major airlines offer jet service only 15 minutes from the University's Columbia campus. A widespread system of modern highways brings the Columbia campus of the University within a three-hour drive of any point in South Carolina.

Organization and Administration

The University is governed by a Board of Trustees composed of three *ex officio* members – the Governor of the State (or his designee), the State Superintendent of Education, and the President of the University of South Carolina Alumni Association – and seventeen other members, including one member from each of the sixteen judicial circuits elected by the general vote of the State General Assembly, and one at-large member appointed by the Governor. The administrative structure includes: president; provost; vice presidents; chancellors; and deans of each of the schools, colleges, and regional campuses.

The following sets forth the members of the Board of Trustees elected by the South Carolina General Assembly, the dates their terms expire and their place of residence:

Name	Term Expires	Residence
Miles Loadholt, Chairman	6/30/2012	Barnwell
Eugene P. Warr, Jr., Vice Chairman	6/30/2012	Lamar
Herbert C. Adams, Chairman Emeritus	6/30/2012	Laurens
Chuck Allen	6/30/2012	Anderson
J. Egerton Burroughs	6/30/2012	Conway
C. Edward Floyd	6/30/2014	Florence
William C. Hubbard	6/30/2014	Columbia
William W. Jones, Jr.	6/30/2012	Bluffton
Toney J. Lister	6/30/2014	Spartanburg
Hubert F. "Hugh" Mobley	6/30/2012	Lancaster
Leah B. Moody	6/30/2012	Rock Hill
C. Dom Smith	6/30/2014	Lake City
John C. Von Lehe, Jr.	6/30/2014	Mt Pleasant
Thad Westbrook	6/30/2014	Lexington
Mack I. Whittle, Jr.	6/30/2014	Greenville
Charles H. Williams	6/30/2014	Orangeburg

The following are the appointed and *ex officio* members of the Board of Trustees:

Mark W. Buyck, Jr., Representing The Honorable Nikki R. Haley, Governor and *Ex Officio Chairman*
Thomas C. Cofield, Gubernatorial Appointee
Mitchell M. Zais, State Superintendent of Education
W. Lee Bussell, President, University of South Carolina Alumni Association

The following are the Executive Officers of the University:

Dr. Harris Pastides, President
Dr. Michael D. Amiridis, Vice President for Academic Affairs and Provost
Chris Byrd, Vice President for Human Resources
Michelle Dodenhoff, Vice President for Development & Alumni Relations
Susan Hanna, University Treasurer
Dr. William F. Hogue, Vice President for Information Technology and Chief Information Officer
Luanne Lawrence, Vice President for Communications
Dr. Prakash Nagarkatti, Vice President for Research
Walter H. Parham, Esquire, General Counsel
Dr. Dennis A. Pruitt, Sr., Vice President for Student Affairs, Vice Provost for Academic Support,
and Dean of Students
Amy E. Stone, Secretary, Board of Trustees, University Secretary
Edward L. Walton, Chief Financial Officer

The President of the University is the chief executive and administrative officer appointed by the Board of Trustees.

Set forth below is selected biographical information relating to the current President and other Executive Officers referred to above.

Dr. Harris Pastides, President, age 57. Dr. Pastides became president on August 1, 2010. Before joining the University of South Carolina, Dr. Pastides served as a professor of epidemiology and chairman of the Department of Biostatistics and Epidemiology at the University of Massachusetts at Amherst. He received his Master's of Public Health and his Ph.D. in Epidemiology from Yale University. Dr. Pastides served as dean of the University's Arnold School of Public Health from 1998-2003. He was named Vice President for Research and Health Sciences at the University of South Carolina in 2003. In that role he was charged with achieving major growth in federal and industrially sponsored research. Dr. Pastides managed the university's research budget and directed investments toward faculty hiring, enhancing research infrastructure, and developing the *Innovista* research and innovation district. In his economic development role, Dr. Pastides was the University's chief contact with business, industry, and the state's Department of Commerce.

Dr. Michael D. Amiridis, Vice President for Academic Affairs and Provost, age 49. Dr. Amiridis received his Ph.D. in Chemical Engineering from the University of Wisconsin-Madison in 1991, and joined the University of South Carolina as an Assistant Professor in 1994 after working for three years for W. R. Grace & Company. He was promoted through the academic ranks, became Department Chair in 2002, Dean of the College of Engineering and Computing in 2006 and Provost in August 2009. Under Amiridis' leadership the College of Engineering and Computing at USC grew substantially in terms of students, faculty, competitive research grants and doctoral degrees granted. The College also created aggressive outreach and retention programs, as well as bridging programs with several other institutions in the USC and the South Carolina Technical College systems. Prior to his deanship, Dr. Amiridis contributed significantly – both as a faculty member and a Department Chair – to the growth of the Department of Chemical Engineering, which has been ranked by National Science Foundation in the top 20 chemical engineering departments in the nation in terms of research expenditures for the last decade.

Chris Byrd, Vice President for Human Resources, age 52. Mr. Byrd joined the University in October 2007 and was appointed to the Vice President position in February 2011. Mr. Byrd was named to this position after several years in an administrative leadership position at the University and over 20 years in a management role with the State of South Carolina's central human resources organization. Mr. Byrd received both his B.S. in Financial Management and his M.Ed. in Personnel Services from Clemson University.

Michelle Dodenhoff, Vice President for Development & Alumni Relations, age 48. Ms. Dodenhoff joined the University in December, 2004, and began serving as Interim Vice President for University Advancement June 1, 2008. Ms. Dodenhoff is a graduate of Hollins College and has been involved in development for almost 25 years. Prior to coming to the University, she served at Marymount Manhattan College, Memorial Sloan Center and Tulane University Health Science Center. She has participated in five capital campaigns raising over \$1 billion.

Susan Hanna, University Treasurer, age 53. Ms. Hanna has served the University since 1981 in various fiscal capacities including Assistant Director of Internal Audit and Assistant Treasurer, and was elected Treasurer in August 2008. Ms. Hanna is a magna cum laude graduate of the University of South Carolina and a Certified Public Accountant.

Dr. William F. Hogue, Vice President for Information Technology and Chief Information Officer, age 60. Dr. Hogue obtained his B.A. and M.Ed. degrees from the University of South Carolina and the Ed.D. degree from Harvard University. Dr. Hogue was named to this position in September 2000 after serving as Director of IT Support at Massachusetts Institute of Technology. He also served in various capacities at Vanderbilt University and the University of Wisconsin-Eau Claire.

Luanne Lawrence, Vice President for Communications, age 44. Mrs. Lawrence joined the University in 2010. She came to South Carolina from Oregon State University where she most recently served as Vice President for University Advancement. She has also served in leadership roles for the marketing, public relations and communications functions at the University of Maine, University of Baltimore, Lock Haven University of Pennsylvania and the Pennsylvania State University at Harrisburg. She holds an M.Ed. from Penn State and a B.S. in Speech Communications from Millersville University of Pennsylvania.

Dr. Prakash Nagarkatti, Vice President for Research, age 59. Dr. Nagarkatti joined the University in 2005 and was named Vice President for Research in 2011. He also serves as Carolina Distinguished Professor, and Director of the NIH Center of Research Excellence in Inflammatory and Autoimmune Diseases. From 2005-2011, he served as Associate Dean at the School of Medicine. His research has been continuously supported by numerous grants from NIH, NSF/EPA, and American Cancer Society. Since joining USC, his research has brought in more than \$20 million. Dr. Nagarkatti has published over 160 scientific papers and book chapters and has trained over 28 graduate students, 16 post-doctoral fellows and 17 junior faculty. He continues to teach and has won numerous awards nationally and internationally for teaching and scholarly activity. He has several patents on treatment modalities against cancer and inflammatory diseases. He has chaired and served as a member on numerous NIH Review Panels. He has been invited to give keynote/plenary talks at international meetings. Dr. Nagarkatti has also served on a number of advisory and review panels nationally and internationally, for federal government and private foundations. Dr. Nagarkatti is a Fellow of the American Association for the Advancement of Science.

Walter H. Parham, Esquire, General Counsel, age 55. Mr. Parham graduated from the University of South Carolina with B.A. and Juris Doctor degrees. He came to the University in November 1988 as Associate General Counsel and became General Counsel in 1991. Prior to that time he served as the Greenville County (South Carolina) Attorney.

Dr. Dennis A. Pruitt, Sr., Vice President for Student Affairs, Vice Provost for Academic Support, and Dean of Students, age 61. Dr. Pruitt obtained a B.A. degree from Armstrong State College, a M.Ed. degree from West Georgia College, and a Ph.D. degree from the University of South Carolina. Dr. Pruitt has served the University in various capacities since 1980, including Director of the Russell House University Union and Acting Dean of Student Affairs.

Amy E. Stone, Secretary, Board of Trustees, University Secretary, age 61. Ms. Stone assumed this role effective January 1, 2012. Prior to her current role, she was Interim Executive Director of the Carolina Alumni Association. She holds both a BA and Masters in Education from the University of South Carolina. She spent over 25 years in the Development area for schools and non-profits. Ms. Stone served on the University's Board of Trustees from 2008 through 2010 while also serving as the President of the Carolina Alumni Association.

Edward L. Walton, Chief Financial Officer, age 51. Mr. Walton was named Chief Financial Officer on March 1, 2011. Mr. Walton joined the University of South Carolina in 1997. With over 20 years of experience in finance, accounting, and auditing, Mr. Walton has spent the past 15 years in positions of increasing responsibilities across a wide spectrum of USC. His service in various financial positions at the University include: Director of Contract and Grant Accounting; Chief Financial Officer of the University of South Carolina Research Foundation; Chief Financial Officer for Health Sciences South Carolina, Chief Research Administrator, and Associate Provost for Finance and Administration. Prior to joining the University he served as Audit Supervisor in the State Auditor's Office. Mr. Walton graduated Summa Cum Laude with a BA in Accounting from Saint Leo College and is a Certified Public Accountant.

The Schools and Colleges

The University consists of the following schools and colleges:

Arnold School of Public Health	School of Medicine
College of Arts and Sciences	The Moore School of Business
College of Education	School of Music
College of Engineering and Computing	College of Nursing
Graduate School	College of Pharmacy
College of Hospitality, Retail and Sport Management	College of Social Work
School of Law	South Carolina Honors College
College of Mass Communication and Information Studies	

The University is accredited by the Southern Association of Colleges and Secondary Schools. All of its colleges and schools are fully accredited by accrediting agencies in their respective fields.

Tuition Fees

Set forth below are the Tuition Fees charged by the University for resident and nonresident students for the 2011-2012 academic year for full-time students on a semester basis.

I. Columbia				III. Upstate (Undergraduate)	
A. Undergraduate				A. Resident	\$4,573
1. Resident	\$ 4,884			B. Non-Resident	9,286
2. Non-Resident	12,976			C. Non-Resident Scholarship	6,965
3. Non-Resident Scholarship	7,140			D. Matriculation Fee (entering semester)	75
4. Active Duty Military ⁽¹⁾	2,850			E. Technology Fee	140
5. Matriculation Fee (entering semester)	50			F. Health Fee (on Campus Student Only)	50
B. Graduate ⁽¹⁾				IV. Beaufort (Undergraduate) ⁽³⁾	
1. Resident	\$5,458			A. Resident	\$3,861
2. Non-Resident	11,722			B. Non-Resident	8,417
C. Law				C. Non-Resident Scholarship	6,313
1. Resident	\$ 10,313			D. Matriculation Fee (entering semester)	50
2. Non-Resident	20,836			E. Technology Fee	168
3. Non-Resident Scholarship	11,394				
D. Technology Fee	200			V. Regional Campuses	
E. Medical (MD students only)				A. Lancaster, Salkehatchie, Sumter, Union	
1. Resident	\$ 15,910			1. Resident (Less than 75 credit hours)	\$2,850
2. Non-Resident	35,680			2. Non-Resident (Less than 75 credit hours)	7,152
3. Non-Resident Scholarship	19,888			3. Resident (75 or more credit hours)	4,230
				4. Non-Resident (75 or more credit hours)	8,474
II. Aiken (Undergraduate) ⁽²⁾				B. Matriculation Fee (entering semester)	50
A. Resident	\$4,230			C. Technology Fee	196
B. Non-Resident	8,474				
C. Non-Resident Scholarship	6,355				
D. Matriculation Fee (entering semester)	85				
E. Technology	120				

(1) Rates apply to all campuses.

(2) Aiken resident rate applies to students who are legal residents of Richmond and Columbia counties of Georgia.

(3) Beaufort resident rate applies to students who are legal residents of Chatham and Effingham Counties of Georgia.

Enrollment

Total final Fall semester enrollments for the years 2007 through 2011 are as follows:

Year (Fall)	Columbia				Other Campuses	Total
	Undergrad	Law	Grad/Prof	Medical ⁽¹⁾		
2007	18,827	686	7,444	315	13,627	40,899
2008	19,765	694	6,711	318	14,030	41,518
2009	20,494	689	6,968	330	14,619	43,100
2010	21,383	696	7,179	339	14,960	44,557
2011	22,556	686	7,131	348	15,053	45,774

The University received 21,311 freshman applications for the Fall 2011 semester, compared with 18,485 applications received for the Fall 2010 semester (a 15.3% increase).

(1) Doctorate of Pharmacy and graduate medical enrollment as shown is contained in Grad/Prof amounts all years.

Total final Spring semester enrollments for the years 2007 through 2011 are as follows:

Year (Spring)	Columbia				Total	Other Campuses	Total
	Undergrad	Law	Grad/Prof	Medical ⁽¹⁾			
2007	17,317	693	6,331	306	24,647	11,862	36,509
2008	17,874	670	6,451	310	25,305	12,345	37,650
2009	18,862	678	6,604	313	26,457	12,504	38,961
2010	19,433	681	6,734	325	27,173	13,263	40,436
2011	20,373	685	7,081	331	28,470	13,865	42,335

(1) Doctorate of Pharmacy and graduate medical enrollment as shown is contained in Grad/Prof amounts all years.

Total final Summer semester enrollments for the years 2007 through 2011 are as follows:

Year (Summer)	Columbia				Total	Other Campuses	Total
	Undergrad	Law	Grad/Prof	Medical ⁽¹⁾			
2007	9,350	112	5,647	0	15,109	6,085	21,194
2008	9,531	133	5,508	0	15,172	6,006	21,178
2009	9,824	132	5,821	0	15,777	5,833	21,610
2010	9,967	144	5,891	0	16,002	5,813	21,815
2011	10,950	151	5,750	0	16,851	6,617	23,018

Note: Summer School Sessions I and II are combined for this schedule.

(1) Doctorate of Pharmacy and graduate medical enrollment as shown is contained in Grad/Prof amounts all years.

The Fall 2011 head count enrollment of other public colleges and universities in the State is as follows:

College/University	Fall 2011 Enrollment
Clemson University	19,914
College of Charleston	11,649
Coastal Carolina University	9,084
Winthrop University	5,913
South Carolina State University	4,326
Francis Marion University	4,187
The Citadel	3,390
Lander University	3,069
Medical University of South Carolina	2,678

Geographic Distribution of Student Population

The following table sets forth the geographic origin of the student population by state for the Fall of 2011:

<u>State</u>	<u>Number Enrolled</u>	<u>Percentage Enrolled</u>
South Carolina	33,731	73.7%
North Carolina	1,965	4.3
Georgia	1,444	3.2
Virginia	1,099	2.4
Maryland	926	2.0
Pennsylvania	590	1.3
New Jersey	570	1.3
Ohio	478	1.0
Remaining States (Including U.S. Territories)	3,303	7.2
Non-U.S.	1,668	3.6

Marketing

Undergraduate. The recruitment staff of the Office of Undergraduate Admissions at the Columbia Campus of the University strives to take a personalized approach in its student recruitment efforts. Each admissions counselor is assigned geographic areas, both in-state and out-of-state, as their target recruitment areas. Counselors travel in those areas for college-day programs and high school private visits, and communicate with applicants and prospective applicants from those areas. All accepted students receive a series of personalized letters from various offices on campus and many receive telephone calls from faculty members in their chosen academic area. Information sessions and receptions are held in cities throughout the State and select out-of-State areas so that prospective students and their parents have an opportunity to talk with representatives from the University, and campus visitation days for special groups are held several times a year.

Graduate. The Graduate School provides assistance and support to applicants seeking information or admission to the University's graduate program. Applicants to a graduate program generally seek out the University. However, recruiting is conducted along the east coast and in the southeastern United States.

The Graduate School publishes the Graduate Bulletin and provides it free of charge. The Graduate School also advertises in popular graduate publications. Limited counseling to applicants choosing between two courses of study is also available through the Graduate School.

Brochures, applications and other materials which could be used to solicit enrollment are collected by the Graduate School from individual departments and distributed at graduate affairs and similar functions.

Selected Undergraduate Enrollment Data (Columbia Campus Only)

Certain selected data relating to Fall undergraduate enrollment for the years 2007 through 2011 is as follows:

<u>Year (Fall)</u>	<u>Applications</u>	<u>Applications Accepted</u>	<u>Acceptance Rate</u>	<u>Enrollment</u>	<u>Matriculation Rate⁽¹⁾</u>	<u>Median SAT Scores⁽²⁾</u>
2007	14,994	8,908	59.4	3,719	41.7	1183
2008	17,018	9,954	58.5	3,859	38.8	1191
2009	17,694	11,264	63.6	3,917	34.8	1192
2010	18,485	12,914	69.9	4,465	34.6	1187
2011	21,311	13,451	63.1	4,637	34.5	1198

*(1) Based on enrollment in relation to applicants accepted. (2) Based on first-time, full-time freshmen.

Faculty

The following table sets forth certain information relating to the faculty for the Fiscal Years ended June 30, 2007 through 2011. Faculty data is reported with Integrated Postsecondary Education Data System (IPEDS) A1, A2, and D1 faculty, and does not include librarians.

Year	Full-Time	Part-Time	Tenure Track
2007	2,037	974	1,368
2008	2,060	962	1,367
2009	1,997	977	1,324
2010	2,006	1,037	1,340
2011	2,072	1,036	1,371

Research

One of the primary functions of the University is research. Total research and service grants at the University to bureaus, departments and individual professors during the Fiscal Year ended June 30, 2011 amounted to \$226 million.

Permanently established research bureaus and institutes include:

Belle W. Baruch Institute for Marine Biology & Coastal Research	Daniel Management Center
Carolina Institute for Leadership and Engagement in Music	Earth Sciences & Resources Institute
Center for Advancement of Accounting	Electron Microscopy Center
Center for Applied Real Estate Education Research	End of Life Care Center
Center for Asian Studies	Farber Entrepreneurship Center
Center for Bioethics and Medical Humanities	Frank L. Roddey Small Business Development Center
Center for Child and Family Studies	Hazards & Vulnerability Research Institute
Center for Citizenship	Industrial Mathematics Institute
Center for Disability Resources	Institute for Families in Society
Center for Economic and Community Development	Institute for Public Service and Policy Research
Center for Electrochemical Engineering	Institute for Southern Studies
Center for Enterprise Development	Institute for Superconductivity
Center for Environmental Policy	Institute for Tourism Research
Center for Geographic Info Systems & Remote Sensing	Institute of Biological Research and Technology
Center for Health Policy	Insurance Studies Center
Center for Health Promotion & Risk Reduction in Special Populations	International Institute for Foodservice Research
Center for Health Promotion and Disease Prevention	L. DeQuincey Newman Institute for Peace & Social Change
Center for Health Services and Policy Research	National Resource Center for First-Year Experience and Student in Transition
Center for Information Assurance Engineering	Nelson Mullins Riley & Scarborough Center on Professionalism
Center for Information Technology	Nutrition Research Center
Center for International Business Education & Research	Palmetto Poison Center
Center for Literary Biography	Penn Education Center (joint w/ USC Beaufort)
Center for Marketing Studies	Richard L. Walker Institute of International Studies
Center for Mass Communications Research	Riegel and Emory Human Resource Research Center
Center for Mechanics Materials & Non-Destructive	SC Cancer Center
Center for Mediation and Conflict Resolution	SC Educational Policy Center
Center for Nursing Leadership	SC Institute of Archaeology & Anthropology
Center for Oral Narration at USC-Sumter	SC Rural Health Research Center (SC RHRC)
Center for Outcome Research and Evaluation Studies (CORE)	Science Education Center
Center for Reliability and Quality Sciences	Sea Island Institute
Center for Retailing	Small Business Development Center
Center for Science Education	South Carolina Center for Gerontology
Center for Southern African-American Music (CSAM)	Southern Regional Violence & Substance Abuse Center
Center for the Advancement of Engineering and Computing Education	The SC Center for Children's Books and Literacy
Center for Water Research & Policy	Travel and Tourism Industry Center
Center of Excellence for the Assessment of Student Learning	USC Nano Center
Center of Excellence in Geographic Education/ South Carolina Geographic Alliance	USC Speech & Hearing Center
Center of Global Supply Chain and Process Management	
Center of Management of Risk Behavior	
Constitutional Law Resource Center	

Degrees Offered

The University offers more than 320 degree programs, in 140 areas of study, including professional doctorates in law, medicine and pharmacy.

Libraries

The University's library collection of over three million volumes, 800,000 government documents, 300,000 maps and aerial photographs, and rare books and manuscripts, is held in seven libraries on the Columbia campus.

Alumni

The University of South Carolina Alumni Association serves more than 250,000 alumni in 50 states and 154 foreign countries. More than half of alumni live in South Carolina.

Reserve Officer Training

Military training is not compulsory at the University. Through Army, Naval and Air Force Reserve Officers Training programs, the University is cooperating with the United States Department of Defense in an effort to provide a steady supply of well-educated officers for active and reserve forces of the nation.

Regional Campuses

Three senior and four regional campuses complement the Columbia campus. These campuses are located at Aiken (senior), Allendale (Salkehatchie), Beaufort (senior), Lancaster, Sumter, Union and Spartanburg (Upstate) (senior).

By making its freshman-sophomore and some upper level offerings available in areas close to the homes of prospective students, the University has been able to devote increased space to its academic program with consequent savings to both students and taxpayers. Additionally, graduate programs are offered at the Aiken and Upstate campuses.

Economic Impact

Based on a recently completed economic impact study conducted by the Darla Moore School of Business, the University contributes more than \$4.1 billion in annual state output to the state through alumni impact and the impact from non-state funded expenditures. More specifically, this economic output represents the total dollar value of all goods and services associated with the University, including both increases in alumni wages and business activity resulting from non-state funded expenditures. In addition, the University contributes approximately \$1.3 billion toward personal income, approximately \$2.3 billion towards gross state product (value added), and supports approximately 52,872 jobs.

DEBT STRUCTURE OF THE UNIVERSITY

Outstanding Debt

The University's debt consists of the following categories:

(1) General Obligation State Institution Bonds of the State of South Carolina, which are secured by a pledge of the full faith, credit and taxing power of the State and in addition by a pledge of tuition fees collected at the University. State Institution Bonds are issued by the State on behalf of the University.

(2) School of Medicine Educational Trust Revenue Bonds and Notes, which are payable from a long-term leasehold interest of the University in certain buildings known as Medical Park Two and Medical Park Four. These buildings are leased by the Trust to the Clinical Practice Departments of the University's School of Medicine for use in the clinical educational program of the School of Medicine. The University owns title to the land and has a ground lease with the School of Medicine Educational Trust. Upon retirement of all debt for each building, the Trust is required to transfer title to the buildings to the University.

(3) Revenue bonds, the proceeds of which are used by the University for, but not limited to: (A) dormitories, apartment buildings, dwelling houses, bookstores and other University operated stores, laundries, dining halls, cafeterias, parking facilities, student recreational, entertainment and fitness related facilities, inns, conference and other non-degree educational facilities and similar auxiliary facilities of the University and any other facilities which are auxiliary to any of the foregoing excluding, however, athletic department projects which primarily serve varsity athletic teams of the University; and (B) those academic facilities as may be authorized by joint resolution of the General Assembly. The Bonds are payable from and secured by a pledge of the revenues derived by the University from the operation of the student and faculty housing facilities and the parking facilities; and are additionally secured by a pledge of subsidies and available funds and academic fees of the University not otherwise designated or restricted. Funds of the University derived from appropriations received from the South Carolina General Assembly and any tuition funds pledged to the repayment of State Institution Bonds are not considered available funds.

(4) Athletic Facilities Revenue Bonds, the proceeds of which were used by the University for the financing or refinancing of the costs of acquisition, construction, renovation, and improvements of the athletic facilities of the University. The Athletic Facilities Revenue Bonds are payable from and secured by a pledge of the Net Revenues and the gross receipts from the imposition by the University of the Admissions Fee and Special Student Fees.

The following table shows the categories of outstanding long-term obligations of the University as of December 30, 2011.

<u>Category of Indebtedness</u>	<u>Amount Outstanding</u>
State Institution Bonds	\$125,780,000
School of Medicine Educational Trust Revenue Bonds and Notes	5,950,000
Revenue Bonds	212,100,000
Athletic Facilities Revenue Bonds	112,700,000
Total	<u>\$456,530,000</u>

Debt Payment Record

There has been no default in the payment of principal or interest on any bonds issued by or on behalf of the University. The University has never borrowed for the purpose of refunding any bonds in order to prevent a default, nor has the University borrowed for the purpose of paying the cost of operations or for funding a deficit.

FINANCIAL MATTERS

Budget

The University is a State institution of higher learning, governed by the Board of Trustees. The amount of State appropriations received is determined by the State Legislature upon recommendation from the South Carolina Commission on Higher Education, a coordinating body for all South Carolina public higher education institutions. The Board of Trustees must approve the annual operating budget and is empowered to establish tuition and fee amounts, subject to such limits as may be imposed from time to time by the General Assembly of the State of South Carolina.

The internal University budget process is that generally used by public higher education institutions. The budget is determined in the following manner:

1. Amount of expense budget to sustain current operations is determined.
2. Expense budget reductions are made to continuing operations where programmatically warranted.
3. Expense budget increases for institutional priorities are determined.
4. Realistic revenue budget estimates are determined.
5. Necessary expense budget reductions are made to current operating bases or planned institutional priorities as circumstances warrant in order to insure that the expense budget does not exceed the revenue budget.

The total current funds budget of the University for the Fiscal Year ended June 30, 2011 was approximately \$1,125 million as approved by the University Board of Trustees. Of that amount, \$123 million was appropriated by the State with the remainder derived from student tuition and fees, grants, contracts, auxiliary enterprises and other revenue.

The total current funds budget approved by the University Board of Trustees on June 30, 2011 for Fiscal Year 2012 is \$1,204 million. Of that amount state appropriations are \$117,000,000.

Total revenues of the University for the Fiscal Years ended June 30, 2007 through 2011 are as follows:

<u>Year</u>	<u>Total Revenues</u>
2007	899,380,690
2008	967,979,966
2009	908,407,120
2010	962,938,905
2011	1,006,147,092

The percentages of the sources of the revenues shown above are as follows:

	Fiscal Years Ended June 30,				
	2007	2008	2009	2010	2011
State Appropriations	23.9%	23.8%	19.1%	16.6%	12.3%
Tuition and Fees	31.4	32.6	30.3	30.8	32.9
Gifts, Grants and Contracts	29.8	28.9	33.6	35.6	38.2
Sales and Services and Other Sources	14.9	14.7	17.0	17.0	16.6

Retirement Plans

The Retirement Division of the State Budget and Control Board maintains four independent defined benefit plans and issues its own publicly available Comprehensive Annual Financial Report ("CAFR") which includes financial statements and required supplementary information. A copy of the separately issued CAFR may be obtained by writing to the Retirement Division, 202 Arbor Lake Drive, Columbia, South Carolina 29223. Furthermore, the Division and the four pension plans are included in the CAFR of the State.

Article X, Section 16 of the South Carolina Constitution requires that all State-operated retirement systems be funded on a sound actuarial basis. Title 9 of the South Carolina Code of Laws of 1976, as amended, prescribes requirements relating to membership, benefits, and employee/employer contributions for each pension plan. Employee and employer contribution rates for the South Carolina Retirement System and the Police Officers Retirement System are actuarially determined. Annual benefits, payable monthly for life, are based on length of service and on average final compensation.

South Carolina Retirement System

The majority of employees of the University are covered by a retirement plan through the South Carolina Retirement System ("SCRS"), a cost-sharing multiple-employer defined benefit pension plan administered by the Retirement Division, a public employee retirement system. Generally all State employees are required to participate in and contribute to the SCRS as a condition of employment unless exempted by law as provided in Section 9-1-480 of the South Carolina Code of Laws. This plan provides retirement annuity benefits as well as disability, cost of living adjustment, death, and group-life insurance benefits to eligible employees and retirees.

Since July 1, 2006, employees participating in the SCRS have been required to contribute 6.5 percent of all compensation. Effective July 1, 2011, the employer contribution rate became 13.685 percent which included a 4.3 percent surcharge to fund retiree health and dental insurance coverage. The University's actual contributions to the SCRS for the three most recent Fiscal Years ended June 30, 2011, 2010, and 2009 were \$22,069,000, \$22,038,000, and \$22,400,000, respectively, and equaled the required contributions of 9.24 percent (excluding the surcharge), for each year. Also, the University paid employer group-life insurance contributions of \$358,000 at the rate of 0.15 percent of compensation.

Police Officers Retirement System

The South Carolina Police Officers Retirement System ("PORS") is a cost-sharing multiple-employer defined benefit public employee retirement plan administered by the Retirement Division. Generally all full-time employees whose principal duties are the preservation of public order or the protection or prevention and control of property destruction by fire are required to participate in and contribute to the System as a condition of employment. This plan provides annuity benefits as well as disability and group-life insurance benefits to eligible employees and retirees. In addition, participating employers in the PORS contribute to the accidental death fund which provides annuity benefits to beneficiaries of police officers and firemen killed in the actual

performance of their duties. These benefits are independent of any other retirement benefits available to the beneficiary.

Since July 1, 1988, employees participating in the PORS have been required to contribute 6.5 percent of all compensation. Effective July 1, 2011, the employer contribution rate became 15.663 percent which, as for the SCRS, included the 4.3 percent surcharge. The University's actual contributions to the PORS for the years ending June 30, 2011, 2010, and 2009 were \$550,000, \$495,000, and \$476,600, respectively, and equaled the required contributions of 11.13 percent (excluding the surcharge) for each year. Also, the University paid employer group-life insurance contributions of \$9,900 and accidental death insurance contributions of \$9,900 in the current fiscal year for PORS participants. The rate for each of these insurance benefits is 0.20 percent of compensation.

Optional Retirement Program

State employees may elect to participate in the Optional Retirement Program ("ORP"), a defined contribution plan. The ORP was established in 1987 under Title 9, Chapter 17, of the South Carolina Code of Laws. The ORP provides retirement and death benefits through the purchase of individual fixed or variable annuity contracts which are issued to, and become the property of, the participants. The State assumes no liability for this plan other than for payment of contributions to designated insurance companies.

ORP participation is available to all employees who meet all eligibility requirements for membership in the SCRS. To elect participation in the ORP, eligible employees must waive SCRS membership within their first thirty days of employment.

Under State law, contributions to the ORP are required at the same rates as for the SCRS, 13.685 percent plus the retiree surcharge of 4.3 percent from the employer in Fiscal Year 2012.

Certain of the University's employees have elected to be covered under optional retirement plans. For the fiscal year ended June 30, 2011, total contribution requirements to the ORP were \$15,464,000 (excluding the surcharge) from the University as employer and \$10,888,000 from its employees as plan members. In fiscal year 2011, the University paid \$251,000 for group-life insurance coverage for these employees. All amounts were remitted directly to the respective annuity policy providers. The obligation for payment of benefits resides with the insurance companies.

Deferred Compensation Plans

Several optional deferred compensation plans are available to State employees and employers of its political subdivisions. Certain employees of the University have elected to participate. The multiple-employer plans, created under Internal Revenue Code Sections 457, 401(k), and 403(b), are administered by third parties and are not included in the Comprehensive Annual Financial Report of the State of South Carolina. Compensation deferred under the plans is placed in trust for the contributing employee. The State has no liability for losses under the plans. Employees may withdraw the current value of their contributions when they terminate State employment. Employees may also withdraw contributions prior to termination if they meet requirements specified by the applicable plan.

Teacher and Employee Retention Incentive

Effective January 1, 2001, Section 9-1-2210 of the South Carolina Code of Laws allowed employees eligible for service retirement to participate in the Teacher and Employee Retention Incentive ("TERI") Program. TERI participants may retire and begin accumulating retirement benefits on a deferred basis without terminating employment for up to five years. Upon termination of employment or at the end of the TERI period, whichever is earlier, participants will begin receiving monthly service retirement benefits which will include any cost of living adjustments granted during the TERI period. Participants who entered the TERI

program prior to July 1, 2005 do not make SCRS contributions, do not earn service credit, and are ineligible to receive group life insurance benefits or disability retirement benefits. Participants who entered the TERI program as of July 1, 2005 or after are required to make SCRS contributions but do not earn service credit, and are ineligible to receive disability retirement benefits.

Insurance

The University is exposed to various risks of loss and maintains State or commercial insurance coverage for each of those risks. The University believes such coverage is sufficient to preclude any significant uninsured losses to the University. Settled claims have not exceeded this coverage in any of the past three years. The University pays insurance premiums to certain other State agencies to cover risks that may occur in normal operations. Several State funds accumulate assets and the State itself assumes substantially all risks for the following:

- (1) Claims of State employees for unemployment compensation benefits;
- (2) Claims of covered employees for workers' compensation benefits; and
- (3) Claims of covered employees for health, dental, and group-life insurance benefits.

In addition, the University pays premiums to the State's Insurance Reserve Fund which accumulates assets to cover the risks of loss related to the following assets and activities:

- (1) Real property and its contents;
- (2) Motor vehicles and aircraft;
- (3) General tort liability claims;
- (4) Medical malpractice claims against covered employees, faculty and students;
- (5) Business interruption;
- (6) Builder's risk;
- (7) Inland marine; and
- (8) Data processing.

The State's Insurance Reserve Fund reinsures for a portion of the coverage for these liabilities.

The University also purchases a portion of its medical malpractice insurance coverage for health care providers through the State's public entity risk pool, the Patients' Compensation Fund. The University obtains employee fidelity bond and directors' and officers' liability insurance coverage through a commercial insurer for financial losses arising from mismanagement, theft or misappropriation.

In 2001, The Prudential Insurance Company of America issued common stock to its policy holders in connection with its change from a mutual company to a corporation. Since the 1960s the University of South Carolina has held an insurance policy that provides benefits to its employees; thus the University received 79,043 shares of stock in 2001. Due to an administrative oversight, the senior leadership was unaware of the stock distribution until 2006. Once discovered, the administration took steps to determine the appropriate disposition of the stock as well as accumulated cash dividends received during the period since issuance. In 2010 the University received a legal opinion that the stock and dividends are the property of the University of South Carolina, the

holder of the policy. However, the University Board of Trustees agreed to return the funds to participants in the program. The University liquidated the stock in May 2010. In the fall of 2011, the University distributed the majority of the proceeds to the recipients. Further, the University has received an IRS Private Letter Ruling on the taxability of the proceeds to ensure that the funds were distributed and accounted for appropriately.

Tort Liability and Insurance

The State Supreme Court, in the case of McCall v. Batson on April 18, 1985, abolished the doctrine of sovereign immunity in the State of South Carolina. In response to this decision, the South Carolina General Assembly in its 1986 session enacted the South Carolina Torts Claim Act which reestablished a qualified doctrine of sovereign immunity with respect to local government in South Carolina. Subject to specific immunity set forth in the South Carolina Tort Claims Act, local governments including the University are liable for damages not to exceed \$300,000 per incident/person and \$600,000 per occurrence/aggregate (except in the case of physicians and dentists employed by local governments, for which the per incident limit is \$1,200,000). No punitive or exemplary damages are permitted under the South Carolina Tort Claims Act. Insurance protection to local government is provided by either the Insurance Reserve Fund, private carriers, self-insurance or pooled insurance funds. The University currently maintains liability insurance coverage with the Insurance Reserve Fund.

Moody's Investors Service
Higher Education Information Form
Fall 2011 without librarians

	<u>Columbia</u>	<u>Aiken</u>	<u>Upstate</u>	<u>Beaufort</u>	<u>Lancaster</u>	<u>Salkehatchie</u>	<u>Sumter</u>	<u>Union</u>	<u>System Total</u>
<u>Institution Enrollment Information:</u>									
1. Undergraduate FTE	22,167	2,747	4,857	1,593	1,259	759	775	334	34,491
2. Undergraduate Head Count	22,556	3,194	5,418	1,874	1,744	1,155	1,018	492	37,451
3. Law FTE	696								696
4. Law Head Count	686								686
5. Medicine FTE	348								348
6. Medicine Head Count	348								348
7. Other Graduate FTE	4,874	40	27						4,941
8. Other Graduate Head Count	7,131	83	75						7,289
9. Total Enrollment FTE	28,085	2,787	4,884	1,593	1,259	759	775	334	40,476
10. Total Enrollment Head Count	30,721	3,277	5,493	1,874	1,744	1,155	1,018	492	45,774
<u>Student Charges (full academic year):</u>									
11. Undergraduate tuition and fees, resident	\$ 10,168	\$ 8,700	\$ 9,426	\$ 8,058	\$ 6,092	\$ 6,092	\$ 6,092	\$ 6,092	
12. Undergraduate tuition and fees, non-resident	\$ 26,352	\$ 17,188	\$ 18,852	\$ 17,170	\$ 14,696	\$ 14,696	\$ 14,696	\$ 14,696	
13. Graduate tuition and fees, resident	\$ 11,316	\$ 11,156	\$ 11,196						
14. Graduate tuition and fees, non-resident	\$ 23,844	\$ 23,684	\$ 23,724						
15. Medicine tuition and fees, resident	\$ 32,220								
16. Medicine tuition and fees, non-resident	\$ 71,760								
17. Law tuition and fees, resident	\$ 21,026								
18. Law tuition and fees, non-resident	\$ 42,072								
19. Room and board (undergraduate)	\$ 8,026								
<u>Freshmen: *(see below)</u>									
20. Number of Applications Received	21,311	2,747	3,133	1434	678	631	705	155	30,794
21. Number of Acceptances	13,451	1,402	2,034	1070	584	448	356	116	19,461
22. Number of Students Matriculated	4,637	606	820	432	430	340	232	99	7,596
23. % of Matriculants From Outside SC (fee residency)	13%	7%	6%	12%	2%	1%	0%	1%	
24. % of Matriculants From Outside SC (legal residency)	43%	13%	8%	20%	4%	7%	9%	1%	
25. % Retention (Freshmen to Sophomore)	86.8%								
26. Top 20% of High School Class	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
27. % of entering class covered in top 20% data	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
28. Median Combined SAT Score	1,190	990	970	920	900	820	960	900	
29. % of entering class covered in SAT data	61%	62%	58%	68%	51%	26%	53%	44%	

Moody's Investors Service
Higher Education Information Form
Fall 2011 without librarians

	<u>Columbia</u>	<u>Aiken</u>	<u>Upstate</u>	<u>Beaufort</u>	<u>Lancaster</u>	<u>Salkehatchie</u>	<u>Sumter</u>	<u>Union</u>	<u>System Total</u>
Transfers:									
30. Number of Applications Received	4,505	916	1,900	667	241	343	508	47	9,127
31. Number of Acceptances	2,579	424	1,373	440	160	247	208	37	5,468
32. Number of Students Matriculated	1,369	218	785	196	90	103	112	25	2,898
Law: (includes transfers)									
33. Number of Applications Received	2,037								2,037
34. Number of Acceptances	758								758
35. Number of Students Matriculated	222								222
Medicine:									
36. Number of Applications Received	2,902								2,902
37. Number of Acceptances	171								171
38. Number of Students Matriculated	93								93
Other Graduate: (includes Medicine grad)									
39. Number of Applications Received	9,107	154	159						9,420
40. Number of Acceptances	4,611	124	159						4,894
41. Number of Students Matriculated	1,440	35	18						1,493
Faculty Data: **(see below)									
42. Number of FTE Faculty	1,913.50	190.10	337.20	101.50	68.50	46.80	62.60	25.60	2,745.80
43. Number of Full-time Faculty	1,536	142	204	63	49	20	49	9	2,072
44. Number of Part-time Faculty	581	87	190	67	29	40	23	19	1,036
45. Number of Tenured Faculty	1,013	98	141	42	28	16	29	4	1,371
46. Tenure Ratio (%) Full-time	66%	69%	69%	67%	57%	80%	59%	44%	66%
47. % Holding Terminal Degree	50%	61%	51%	40%	65%	85%	69%	56%	52%
* This is the retention rate for 1st-time full-time freshman to sophomore year. The number is the IPEDS - GRS definition.									
**Faculty data is reported with IPEDS A1, A2, and D1 faculty without librarians.									
Prepared by:	Deborah Staley								
Job Title:	Research Analyst								
Phone Number:	803-777-2814								